

UNITED STATES BANKRUPTCY COURT  
Eastern DISTRICT OF Pennsylvania  
DIVISION

IN RE:	}	CASE NUMBER
	}	<u>19-11728-REF (Jointly Administered)</u>
<u>RE Liquidation Corp., et al,</u>	}	
	}	JUDGE <u>FitzSimon</u>
	}	
DEBTOR.	}	CHAPTER 11

DEBTOR'S STANDARD MONTHLY OPERATING REPORT (BUSINESS)

FOR THE PERIOD  
FROM 10/1/2019 TO 10/31/2019

Comes now the above-named debtor and files its Monthly Operating Reports in accordance with the Guidelines established by the United States Trustee and FRBP 2015.

/s/ Robert Lapowsky  
Attorney for Debtor's Signature

Debtor's Address  
and Phone Number:

345 Penn Street

Reading, PA 19601

(610) 371-5000

Attorney's Address  
and Phone Number:

620 Freedom Business Center, Suite 200

King of Prussia, PA 19406

(215) 751 - 2866

Note: The original Monthly Operating Report is to be filed with the court and a copy simultaneously provided to the United States Trustee Office. Monthly Operating Reports must be filed by the 20<sup>th</sup> day of the following month.

For assistance in preparing the Monthly Operating Report, refer to the following resources on the United States Trustee Program Website, [http://www.usdoj.gov/ust/r21/reg\\_info.htm](http://www.usdoj.gov/ust/r21/reg_info.htm)

- 1) Instructions for Preparations of Debtor's Chapter 11 Monthly Operating Report
- 2) Initial Filing Requirements
- 3) Frequently Asked Questions (FAQs) <http://www.usdoj.gov/ust/>

**SCHEDULE OF RECEIPTS AND DISBURSEMENTS**  
**FOR THE PERIOD BEGINNING 10/01/2019 AND ENDING 10/31/2019**

Name of Debtor: RE Liquidation Corp.Case Number 19-11728Date of Petition: March 20, 2019

	CURRENT MONTH	CUMULATIVE PETITION TO DATE
<b>1. FUNDS AT BEGINNING OF PERIOD</b>	<u>3,008,990.93 (a)</u>	<u>380,325.56 (b)</u>
<b>2. RECEIPTS:</b>		
A. Cash Sales	<u>-</u>	<u>275,193.13</u>
Minus: Cash Refunds	<u></u>	<u>(3,833.59)</u>
Net Cash Sales	<u>-</u>	<u>271,359.54</u>
B. Accounts Receivable	<u>-</u>	<u>6,212,894.67</u>
C. Other Receipts ( <i>See MOR-3</i> )	<u>25,059.43</u>	<u>5,702,154.61</u>
(If you receive rental income, you must attach a rent roll.)		
<b>3. TOTAL RECEIPTS (Lines 2A+2B+2C)</b>	<u>25,059.43</u>	<u>12,186,408.82</u>
<b>4. TOTAL FUNDS AVAILABLE FOR     OPERATIONS (Line 1 + Line 3)</b>	<u>3,034,050.36</u>	<u>12,566,734.38</u>
<b>5. DISBURSEMENTS</b>		
A. Advertising		
B. Bank Charges	<u>350.90</u>	<u>17,092.20</u>
C. Contract Labor		
D. Fixed Asset Payments (not incl. in "N")		
E. Insurance		<u>12,819.05</u>
F. Inventory Payments ( <i>See Attach. 2</i> )		
G. Leases	<u>-</u>	<u>11,519.18</u>
H. Manufacturing Supplies		
I. Office Supplies		<u>14,968.98</u>
J. Payroll - Net ( <i>See Attachment 4B</i> )	<u>-</u>	<u>4,905,655.76</u>
K. Professional Fees (Accounting & Legal)	<u>425,865.00</u>	<u>431,769.20</u>
L. Rent		
M. Repairs & Maintenance	<u>-</u>	<u>165,038.34</u>
N. Secured Creditor Payments ( <i>See Attach. 2</i> )		
O. Taxes Paid - Payroll ( <i>See Attachment 4C</i> )		<u>18,194.04</u>
P. Taxes Paid - Sales & Use ( <i>See Attachment 4C</i> )		<u>11,745.33</u>
Q. Taxes Paid - Other ( <i>See Attachment 4C</i> )		
R. Telephone		
S. Travel & Entertainment		
Y. U.S. Trustee Quarterly Fees		<u>68,200.00</u>
U. Utilities		<u>153,562.14</u>
V. Vehicle Expenses		<u>2,259.37</u>
W. Other Operating Expenses ( <i>See MOR-3</i> )	<u>-</u>	<u>4,146,076.33</u>
<b>6. TOTAL DISBURSEMENTS (Sum of 5A thru W)</b>	<u>426,215.90</u>	<u>9,958,899.92</u>
<b>7. ENDING BALANCE (Line 4 Minus Line 6)</b>	<u>2,607,834.46 (c)</u>	<u>2,607,834.46 (c)</u>

**I declare under penalty of perjury that this statement and the accompanying documents and reports are true and correct to the best of my knowledge and belief.**

This 11 day of December, 2019.
  
 (Signature)

(a) This number is carried forward from last month's report. For the first report only, this number will be the balance as of the petition date.

(b) This figure will not change from month to month. It is always the amount of funds on hand as of the date of the petition.

(c) These two amounts will always be the same if form is completed correctly.

**MONTHLY SCHEDULE OF RECEIPTS AND DISBURSEMENTS (cont'd)**

**Detail of Other Receipts and Other Disbursements**

**OTHER RECEIPTS:**

Describe Each Item of Other Receipt and List Amount of Receipt. Write totals on Page MOR-2, Line 2C.

<u>Description</u>	<u>Current Month</u>	<u>Cumulative Petition to Date</u>
DIP Financing- BW Media, LLC	-	1,500,000.00
Asset Sale Proceeds- Reading Eagle	-	2,429,483.95
Asset Sale Proceeds- WEEU (Deposit)	-	22,125.00
Cash Received on behalf of MNG	1,285.00	1,655,605.21
Sale of newsprint inventory	-	4,791.02
Asset Sale Proceeds- WEEU (Final)	-	66,375.00
Miscellaneous Receipts	23,774.43	23,774.43
TOTAL OTHER RECEIPTS	25,059.43	5,702,154.61

“Other Receipts” includes Loans from Insiders and other sources (i.e. Officer/Owner, related parties directors, related corporations, etc.). Please describe below:

<u>Loan Amount</u>	<u>Source of Funds</u>	<u>Purpose</u>	<u>Repayment Schedule</u>

**OTHER DISBURSEMENTS:**

Describe Each Item of Other Disbursement and List Amount of Disbursement. Write totals on Page MOR-2, Line 5W.

<u>Description</u>	<u>Current Month</u>	<u>Cumulative Petition to Date</u>
Circulation Expenses	-	764,190.10
Editorial Expenses	-	146,903.02
Production Expenses	-	920,713.92
Selling Expenses	-	51,403.02
Radio Broadcasting Expenses	-	24,632.85
Payments to MNG (Post 6/30 A/R)	-	1,375,112.61
IT Expenses	-	37,552.19
Employee Benefits	-	825,568.62
TOTAL OTHER DISBURSEMENTS	-	4,146,076.33

**NOTE: Attach a current Balance Sheet and Income (Profit & Loss) Statement.**

Reading Eagle Company - Consolidated  
Balance Sheet  
October 2019

READING I

**ASSETS**

	October 31, 2019	September 30, 2019
<b>Current Assets</b>		
Cash and Short-Term Investments		
Bank of America - DIP Operating Account	\$86,366	\$61,657
Bank of America - Professional Fee Reserve (Chapter 11 Case)	(32,880)	428,850
Bank of America - Purchase Price Deposits (Asset Sale)	2,517,984	2,517,984
Fulton Bank - Pretzel City Checking	500	500
Total Cash and Short-Term Investments.....	2,571,969	3,008,991
<b>Accounts Receivable</b>		
Circulation.....	0	0
Advertising.....	0	0
Commercial Printing.....	(0)	(0)
Radio.....	105,345	105,345
Allowance for Doubtful Accounts.....	0	0
Other.....	2,888,427	2,912,201
Total Accounts Receivable.....	2,993,772	3,017,546
<b>Inventories</b>		
Newsprint.....	(0)	(0)
Other.....	0	0
Prepaid Expenses.....	67,658	67,658
Total Current Assets.....	5,633,399	6,094,195
<b>Property and Equipment</b>		
Land.....	0	0
Buildings.....	0	0
Machinery, Equipment and Furniture.....	(0)	(0)
Automobiles, Trucks and Other.....	0	0
Total.....	(0)	(0)
Less - Accumulated Depreciation & Amortization.....	(0)	(0)
Net Property and Equipment.....	(0)	(0)
<b>Other Assets</b>		
Investment in Non-Marketable Securities.....		
Other.....	15,850	15,850
Total Other Assets.....	15,850	15,850
<b>TOTAL ASSETS.....</b>	<b>\$5,649,249</b>	<b>\$6,110,045</b>

Reading Eagle Company - Consolidated  
Balance Sheet  
October 2019

	October 31, 2019	September 30, 2019
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Current Liabilities		
Accounts Payable Trade.....	\$2,958,045	\$2,958,900
Accounts Payable Other.....	3,636,510	3,636,510
Accrued Salaries, Wages, and Withholdings.....	0	0
Accrued Medical.....	(385)	(385)
Accrued Pension and 401k.....	0	0
Current Portion of Long Term Debt.....	0	0
Carrier Deposits.....	0	0
Deferred Revenue.....	0	0
Due To Black Walnut Holdings, LLC.....	11,547,175	11,547,175
Other Current Liabilities.....	150,792	149,507
<b>Total Current Liabilities.....</b>	<b>18,292,137</b>	<b>18,291,707</b>
Long-Term Liabilities		
Loans Payable .....	17,501,964	17,501,964
Capitalized Leases .....	0	0
Fair Value of Interest Rate Swaps .....	0	0
Defined Benefit Pension Liability .....	1,753,105	1,753,105
LT Portion of Pension Withdrawal Liability .....	0	0
Other LT Liability .....	0	0
<b>Total Long-Term Liabilities.....</b>	<b>19,255,069</b>	<b>19,255,069</b>
<b>Total Liabilities.....</b>	<b>37,547,206</b>	<b>37,546,776</b>
Shareholders' Equity		
Common Stock (Par Value \$10)		
Issued - 165,000 Shares.....	1,650,000	1,650,000
Less - Treasury Stock - 62,320 Shares.....	(1,170,730)	(1,170,730)
Outstanding - 102,680 Shares.....	479,270	479,270
Retained Earnings.....	(19,775,410)	(19,775,410)
Net Income (Loss) - YTD.....	(9,986,184)	(9,524,958)
Accumulated Other Comprehensive Loss .....	(2,615,634)	(2,615,634)
Total Shareholders' Equity.....	(31,897,957)	(31,436,731)
<b>TOTAL LIABILITIES AND EQUITY.....</b>	<b>\$5,649,249</b>	<b>\$6,110,045</b>
<b>BOOK VALUE PER SHARE.....</b>	<b>(\$310.65)</b>	<b>(\$306.16)</b>
	<b>0.00</b>	<b>0.00</b>

	Year-To-Date			
	October 2019 Actual	% of Revenue	October 2018 Actual	% of Revenue
<b>OPERATING REVENUE</b>				
Advertising (News Division)	\$ 5,455,741	43.3%	\$ 10,396,386	44.7%
Circulation (News Division)	4,541,718	36.0%	7,871,460	33.8%
Commercial printing (Web)	1,921,122	15.2%	3,347,480	14.4%
Commercial printing (REP)	219,257	1.7%	755,766	3.2%
Radio Broadcasting	468,446	3.7%	875,959	3.8%
Promotions and Events	6,088	0.0%	11,833	0.1%
<b>Total Operating Revenue</b>	<b>12,612,371</b>	<b>100.0%</b>	<b>23,258,883</b>	<b>100.0%</b>
<b>COST OF GOODS SOLD</b>				
News Division	6,299,593	63.0%	13,648,153	74.7%
Commercial printing (Web)	4,369,830	227.5%	3,664,000	109.5%
Commercial printing (REP)	423,642	193.2%	1,024,339	135.5%
Radio Broadcasting	519,781	111.0%	850,060	97.0%
Promotions and Events	25,876	425.0%	24,962	211.0%
<b>Total Cost of Goods Sold</b>	<b>11,638,722</b>	<b>92.3%</b>	<b>19,211,513</b>	<b>82.6%</b>
<b>GROSS PROFIT</b>				
News Division	3,697,866	37.0%	4,619,692	25.3%
Commercial printing (Web)	(2,448,708)	-127.5%	(316,520)	-9.5%
Commercial printing (REP)	(204,385)	-93.2%	(268,573)	-35.5%
Radio Broadcasting	(51,335)	-11.0%	25,899	3.0%
Promotions and Events	(19,788)	-325.0%	(13,129)	-111.0%
<b>Total Gross Profit</b>	<b>973,649</b>	<b>7.7%</b>	<b>4,047,369</b>	<b>17.4%</b>
<b>SELLING, GENERAL, &amp; ADMIN</b>				
Accounting	295,875	2.3%	469,942	2.0%
Administrative	2,730,769	21.7%	2,196,708	9.4%
Building Services	712,223	5.6%	1,220,756	5.2%
Legacy Costs	34,921	0.3%	151,104	0.6%
Technology	1,162,632	9.2%	2,006,396	8.6%
Marketing	185,953	1.5%	447,461	1.9%
Selling Expenses	1,321,959	10.5%	2,309,780	9.9%
<b>Total SG&amp;A</b>	<b>6,444,332</b>	<b>51.1%</b>	<b>8,802,147</b>	<b>37.8%</b>
<b>OPERATING INCOME</b>	<b>(5,470,683)</b>	<b>-43.4%</b>	<b>(4,754,778)</b>	<b>-20.4%</b>
Donations	(1,000)	0.0%	(0)	0.0%
Website Design & Hosting	23,786	0.2%	54,937	0.2%
Miscellaneous Income	44,598	0.4%	1,073	0.0%
Net Proceeds-Asset Sale (MNG)	(3,820,815)	-30.3%	-	0.0%
Gain/(Loss) on Sale of Assets	6,000	0.0%	9,341	0.0%
Amortization and interest expense	(649,415)	-5.1%	(1,092,820)	-4.7%
Taxes	(1,038)	0.0%	(990)	0.0%
<b>OTHER INCOME (EXPENSE)</b>	<b>(4,397,884)</b>	<b>-34.9%</b>	<b>(1,028,459)</b>	<b>-4.4%</b>
<b>NET INCOME (LOSS)</b>	<b>\$ (9,868,567)</b>	<b>-78.2%</b>	<b>\$ (5,783,237)</b>	<b>-24.9%</b>
<b>ADD (DEDUCT) -</b>				
Depreciation	637,524	5.1%	1,085,879	4.7%
Interest expense	649,415	5.1%	1,092,820	4.7%
<b>EBITDA</b>	<b>\$ (8,581,628)</b>	<b>-68.0%</b>	<b>\$ (3,604,538)</b>	<b>-15.5%</b>

## MONTHLY ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

Reporting Period beginning 10/1/2019 Period ending 10/31/2019

## ACCOUNTS RECEIVABLE RECONCILIATION

Beginning of Month Balance	\$	\$0.00 (a)
PLUS: Current Month New Billings		0.00
MINUS: Collection During the Month	\$	0.00 (b)
PLUS/MINUS: Adjustments or Writeoffs	\$	0.00 *
End of Month Balance	\$	0.00 (c)

Receivables were sold on 6/30/2019 in accordance with the Asset Purchase Agreement

(Show the total for each aging category for all accounts receivable)

0-30 Days	31-60 Days	61-90 Days	Over 90Days	Total
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0(c)

<u>Customer</u>	<u>Receivable Date</u>	<u>Status</u> (Collection efforts taken, estimate of collectibility, write-off, disputed account, etc.)

- MOR-4

## ATTACHMENT 2

Name of Debtor: RE Liquidation Corp., et al,

Case Number: 19-11728-REF (Jointly Administered)

Reporting Period beginning 10/1/2019Period ending 10/31/2019

In the space below list all invoices or bills incurred and not paid since the filing of the petition. Do not include amounts owed prior to filing the petition. In the alternative, a computer generated list of payables may be attached provided all information requested below is included.

## POST-PETITION ACCOUNTS PAYABLE

<u>Date</u> <u>Incurred</u>	<u>Days</u> <u>Outstanding</u>	<u>Vendor</u>	<u>Description</u>	<u>Amount</u>
			see attachment	1,009,410.31
TOTAL AMOUNT				1,009,410.31 (b)

☐ Check here if pre-petition debts have been paid. Attach an explanation and copies of supporting documentation.

### ACCOUNTS PAYABLE RECONCILIATION (Post Petition Unsecured Debt Only)

Opening Balance	\$ 1,045,275.31 (a)
PLUS: New Indebtedness Incurred This Month	\$ 0.00
MINUS: Amount Paid on Post Petition, Accounts Payable This Month	\$ 35,865.00
PLUS/MINUS: Adjustments	\$ 0.00 *
Ending Month Balance	\$ 1,009,410.31 (c)

\*For any adjustments provide explanation and supporting documentation, if applicable.

## SECURED PAYMENTS REPORT

List the status of Payments to Secured Creditors and Lessors (Post Petition Only). If you have entered into a modification agreement with a secured creditor/lessor, consult with your attorney and the United States Trustee Program prior to completing this section).

Secured Creditor/ Lessor	Date Payment Due This Month	Amount Paid This Month	Number of Post Petition Payments Delinquent	Total Amount of Post Petition Payments Delinquent
Black Walnut Media	10/31/2019	0.00	9	\$968,236.66
Commonwealth of PA		0.00	0	0.00
TOTAL		0.00 (d)		

(a) This number is carried forward from last month's report. For the first report only, this number will be zero.

(b, c) The total of line (b) must equal line (c).

(d) This number is reported in the "Current Month" column of Schedule of Receipts and Disbursements (Page MOR-2, Line 5N).



**ATTACHMENT 3****INVENTORY AND FIXED ASSETS REPORT**Name of Debtor: RE Liquidation Corp., et al,Case Number: 19-11728-REF (Jointly Administered)Reporting Period beginning 10/1/2019Period ending 10/31/2019**INVENTORY REPORT**

INVENTORY BALANCE AT PETITION DATE: \$ 770,770.71

INVENTORY RECONCILIATION:

Inventory Balance at Beginning of Month	\$	<u>0.00</u> (a)
PLUS: Inventory Purchased During Month	\$	<u>0.00</u>
MINUS: Inventory Used or Sold	\$	<u>0.00</u>
PLUS/MINUS: Adjustments or Write-downs	\$	<u>0.00</u> *
Inventory on Hand at End of Month	\$	<u>0.00</u>

METHOD OF COSTING INVENTORY: Standard Costing Method

\*For any adjustments or write-downs provide explanation and supporting documentation, if applicable.

**INVENTORY AGING**

Less than 6 months old	6 months to 2 years old	Greater than 2 years old	Considered Obsolete	Total Inventory
<u>0 %</u>	<u>0 %</u>	<u>0 %</u>	<u>0 %</u>	= <u>100%*</u>

\* Aging Percentages must equal 100%.

☐ Check here if inventory contains perishable items.

Description of Obsolete Inventory: \_\_\_\_\_

**FIXED ASSET REPORT**FIXED ASSETS FAIR MARKET VALUE AT PETITION DATE: N/A (b)

(Includes Property, Plant and Equipment)

BRIEF DESCRIPTION (First Report Only): \_\_\_\_\_

No recent appraisal has been done on the property, plant, and equipment

## FIXED ASSETS RECONCILIATION:

Fixed Asset Book Value at Beginning of Month	\$	<u>0.00</u> (a)(b)
MINUS: Depreciation Expense	\$	<u>0.00</u>
PLUS: New Purchases	\$	<u>0.00</u>
PLUS/MINUS: Adjustments or Write-downs	\$	<u>0.00</u> *
Ending Monthly Balance	\$	<u>0.00</u>

\*For any adjustments or write-downs, provide explanation and supporting documentation, if applicable.

BRIEF DESCRIPTION OF FIXED ASSETS PURCHASED OR DISPOSED OF DURING THE REPORTING PERIOD: \_\_\_\_\_

(a) This number is carried forward from last month's report. For the first report only, this number will be the balance as of the petition date.

(b) Fair Market Value is the amount at which fixed assets could be sold under current economic conditions. Book Value is the cost of the fixed assets minus accumulated depreciation and other adjustments.

**ATTACHMENT 4A**

**MONTHLY SUMMARY OF BANK ACTIVITY - OPERATING ACCOUNT**

Name of Debtor: RE Liquidation Corp., et al, Case Number: 19-11728-REF (Jointly Administered)

Reporting Period beginning 10/1/2019 Period ending 10/31/2019

Attach a copy of current month bank statement and bank reconciliation to this Summary of Bank Activity. A standard bank reconciliation form can be found at [http://www.usdoj.gov/ust/r21/reg\\_info.htm](http://www.usdoj.gov/ust/r21/reg_info.htm). If bank accounts other than the three required by the United States Trustee Program are necessary, permission must be obtained from the United States Trustee prior to opening the accounts. Additionally, use of less than the three required bank accounts must be approved by the United States Trustee.

NAME OF BANK: Bank of America BRANCH: New York, NY

ACCOUNT NAME: D.I.P. Operating/Merchant see attached bank statement

PURPOSE OF ACCOUNT: OPERATING

Ending Balance per Bank Statement	\$	2,637,243.02
Plus Total Amount of Outstanding Deposits	\$	8,975.61
Minus Total Amount of Outstanding Checks and other debits	\$	38,384.17 *
Minus Service Charges	\$	
Ending Balance per Check Register	\$	2,607,834.46 **(a)

\*Debit cards are used by \_\_\_\_\_

\*\*If Closing Balance is negative, provide explanation: \_\_\_\_\_

The following disbursements were paid in Cash (do not include items reported as Petty Cash on Attachment 4D: ( ☐ Check here if cash disbursements were authorized by United States Trustee)

Date	Amount	Payee	Purpose	Reason for Cash Disbursement
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

**TRANSFERS BETWEEN DEBTOR IN POSSESSION ACCOUNTS**

“Total Amount of Outstanding Checks and other debits”, listed above, includes:

\$ \_\_\_\_\_ Transferred to Payroll Account  
\$ \_\_\_\_\_ Transferred to Tax Account

(a) The total of this line on Attachment 4A, 4B and 4C plus the total of 4D must equal the amount reported as “Ending Balance” on Schedule of Receipts and Disbursements (Page MOR-2, Line 7).

12/10/2019 1:38:22PM

Reading Eagle Company

Page 3

Bank Reconciliation Posting Journal (BK1470)

-- Bank Reconciliation Summary --

**Bank** BOA001 Bank of America Checking - REC  
**Reconciliation Date** 10/31/2019  
**Reconciliation Year-Period** 2019-10  
**Statement Date** 10/31/2019  
**Statement Currency** USD U.S. Dollars  
**Reconciliation Description**

<b>Statement Balance</b>	115,675.06	<b>Book Balance</b>	86,365.51
<b>+ Deposits Outstanding</b>	8,975.61	<b>+/- Bank Entries Not Posted</b>	0.00
<b>- Withdrawals Outstanding</b>	38,281.16	<b>+/- Write-Offs</b>	0.00
<b>+ Deposit Bank Errors</b>	-4.00	<b>- Credit Card Charges</b>	0.00
<b>- Withdrawal Bank Errors</b>	0.00		
	<hr/>		
<b>Adjusted Statement Balance</b>	86,365.51	<b>Adjusted Book Balance</b>	86,365.51
	<hr/>	<b>Out of Balance by</b>	0.00
			<hr/>




P.O. Box 15284  
Wilmington, DE 19850

READING EAGLE COMPANY  
DEBTOR IN POSSESSION CASE 19-11728  
345 PENN ST  
PO BOX 582  
READING, PA 19603-0582

#### Customer service information

 Customer service: 1.888.400.9009

 bankofamerica.com

 Bank of America, N.A.  
P.O. Box 25118  
Tampa, FL 33622-5118

## Your Full Analysis Business Checking

for October 1, 2019 to October 31, 2019

Account number: 4830 4362 9955

**READING EAGLE COMPANY DEBTOR IN POSSESSION CASE 19-11728**

### Account summary

Beginning balance on October 1, 2019	\$100,041.15
Deposits and other credits	411,216.62
Withdrawals and other debits	-5,132.80
Checks	-390,099.01
Service fees	-350.90
<b>Ending balance on October 31, 2019</b>	<b>\$115,675.06</b>

# of deposits/credits: 3

# of withdrawals/debits: 6

# of days in cycle: 31

Average ledger balance: \$181,453.77

## IMPORTANT INFORMATION: BANK DEPOSIT ACCOUNTS

**How to Contact Us** – You may call us at the telephone number listed on the front of this statement.

**Updating your contact information** – We encourage you to keep your contact information up-to-date. This includes address, email and phone number. If your information has changed, the easiest way to update it is by visiting the Help & Support tab of Online Banking.

**Deposit agreement** – When you opened your account, you received a deposit agreement and fee schedule and agreed that your account would be governed by the terms of these documents, as we may amend them from time to time. These documents are part of the contract for your deposit account and govern all transactions relating to your account, including all deposits and withdrawals. Copies of both the deposit agreement and fee schedule which contain the current version of the terms and conditions of your account relationship may be obtained at our financial centers.

**Electronic transfers: In case of errors or questions about your electronic transfers** – If you think your statement or receipt is wrong or you need more information about an electronic transfer (e.g., ATM transactions, direct deposits or withdrawals, point-of-sale transactions) on the statement or receipt, telephone or write us at the address and number listed on the front of this statement as soon as you can. We must hear from you no later than 60 days after we sent you the FIRST statement on which the error or problem appeared.

- Tell us your name and account number.
- Describe the error or transfer you are unsure about, and explain as clearly as you can why you believe there is an error or why you need more information.
- Tell us the dollar amount of the suspected error.

For consumer accounts used primarily for personal, family or household purposes, we will investigate your complaint and will correct any error promptly. If we take more than 10 business days (10 calendar days if you are a Massachusetts customer) (20 business days if you are a new customer, for electronic transfers occurring during the first 30 days after the first deposit is made to your account) to do this, we will provisionally credit your account for the amount you think is in error, so that you will have use of the money during the time it will take to complete our investigation.

For other accounts, we investigate, and if we find we have made an error, we credit your account at the conclusion of our investigation.

**Reporting other problems** – You must examine your statement carefully and promptly. You are in the best position to discover errors and unauthorized transactions on your account. If you fail to notify us in writing of suspected problems or an unauthorized transaction within the time period specified in the deposit agreement (which periods are no more than 60 days after we make the statement available to you and in some cases are 30 days or less), we are not liable to you and you agree to not make a claim against us, for the problems or unauthorized transactions.

**Direct deposits** – If you have arranged to have direct deposits made to your account at least once every 60 days from the same person or company, you may call us to find out if the deposit was made as scheduled. You may also review your activity online or visit a financial center for information.

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## Your checking account

READING EAGLE COMPANY | Account # 4830 4362 9955 | October 1, 2019 to October 31, 2019

### Deposits and other credits

Date	Transaction description	Customer reference	Bank reference	Amount
10/11/19	Mitsubishi CAM I DES:EDI PYMNTS ID:000020511600001 INDN:READING EAGLE CO CO ID:1231274112 CTX ADDITIONAL INFORMATION IS AVAILABLE FOR THIS PMT. CONTACT A TREASURY SALES OFFICER FOR ASSISTANCE.		902383019749504	1,285.00
10/15/19	ACCOUNT TRANSFER TRSF FROM 483065989288 1945044186		906810150014182	390,000.00
10/22/19	Counter Credit		813002652325210	19,931.62

**Total deposits and other credits** **\$411,216.62**

### Withdrawals and other debits

Date	Transaction description	Customer reference	Bank reference	Amount
10/24/19	RETURN ITEM CHARGEBACK		919710244325224	-332.80
10/25/19	RETURN ITEM CHARGEBACK		941110253022298	-4,800.00

**Total withdrawals and other debits** **-\$5,132.80**

### Checks

Date	Check #	Bank reference	Amount	Date	Check #	Bank reference	Amount
10/31		813004192011582	-72.85	10/21	120990*	813004892031541	-390,000.00
10/24	120125	813008792010810	-26.16				

**Total checks** **-\$390,099.01**  
**Total # of checks** **3**

\* There is a gap in sequential check numbers

Service fees

Date	Transaction description	Amount
10/15/19	09/19 ACCT ANALYSIS FEE	-350.90

Total service fees-\$350.90

Note your Ending Balance already reflects the subtraction of Service Fees.

Daily ledger balances

Date	Balance (\$)	Date	Balance(\$)	Date	Balance (\$)
10/01	100,041.15	10/21	100,975.25	10/25	115,747.91
10/11	101,326.15	10/22	120,906.87	10/31	115,675.06
10/15	490,975.25	10/24	120,547.91		




P.O. Box 15284  
Wilmington, DE 19850

READING EAGLE COMPANY  
PO BOX 582  
READING, PA 19603-0582

#### Customer service information

 Customer service: 1.888.400.9009

 bankofamerica.com

 Bank of America, N.A.  
P.O. Box 25118  
Tampa, FL 33622-5118

## Your Full Analysis Business Checking

for October 1, 2019 to October 31, 2019

Account number: 4830 6598 9288

### READING EAGLE COMPANY

#### Account summary

Beginning balance on October 1, 2019	\$428,850.00
Deposits and other credits	0.00
Withdrawals and other debits	-425,865.00
Checks	-0.00
Service fees	-0.00
<b>Ending balance on October 31, 2019</b>	<b>\$2,985.00</b>

# of deposits/credits: 0

# of withdrawals/debits: 2

# of days in cycle: 31

Average ledger balance: \$195,311.12



## IMPORTANT INFORMATION: BANK DEPOSIT ACCOUNTS

**How to Contact Us** – You may call us at the telephone number listed on the front of this statement.

**Updating your contact information** – We encourage you to keep your contact information up-to-date. This includes address, email and phone number. If your information has changed, the easiest way to update it is by visiting the Help & Support tab of Online Banking.

**Deposit agreement** – When you opened your account, you received a deposit agreement and fee schedule and agreed that your account would be governed by the terms of these documents, as we may amend them from time to time. These documents are part of the contract for your deposit account and govern all transactions relating to your account, including all deposits and withdrawals. Copies of both the deposit agreement and fee schedule which contain the current version of the terms and conditions of your account relationship may be obtained at our financial centers.

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- Tell us your name and account number.
- Describe the error or transfer you are unsure about, and explain as clearly as you can why you believe there is an error or why you need more information.
- Tell us the dollar amount of the suspected error.

For consumer accounts used primarily for personal, family or household purposes, we will investigate your complaint and will correct any error promptly. If we take more than 10 business days (10 calendar days if you are a Massachusetts customer) (20 business days if you are a new customer, for electronic transfers occurring during the first 30 days after the first deposit is made to your account) to do this, we will provisionally credit your account for the amount you think is in error, so that you will have use of the money during the time it will take to complete our investigation.

For other accounts, we investigate, and if we find we have made an error, we credit your account at the conclusion of our investigation.

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**Direct deposits** – If you have arranged to have direct deposits made to your account at least once every 60 days from the same person or company, you may call us to find out if the deposit was made as scheduled. You may also review your activity online or visit a financial center for information.

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## Your checking account

READING EAGLE COMPANY | Account # 4830 6598 9288 | October 1, 2019 to October 31, 2019

### Withdrawals and other debits

Date	Transaction description	Customer reference	Bank reference	Amount
10/15/19	WIRE TYPE:WIRE OUT DATE:191015 TIME:1139 ET TRN:2019101500643910 SERVICE REF:014036 BNF:WILKINSON BARKER KNAUER LL ID:9250602413 BNF BK:CITIBANK, N.A. ID:254070116 PMT DET:3WEE.00 1 Invoice: 1024243 Invoice: 1024379 Invoice: 10261		903710150643910	-35,865.00
10/15/19	ACCOUNT TRANSFER TRSF TO 483043629955	1945044186	906810150014621	-390,000.00
<b>Total withdrawals and other debits</b>				<b>-\$425,865.00</b>

### Daily ledger balances

Date	Balance (\$)	Date	Balance(\$)
10/01	428,850.00	10/15	2,985.00

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READING EAGLE COMPANY  
PURCHASE PRICE DEPOSITS  
PO BOX 582  
READING, PA 19603-0582

bankofamerica.com  
Bank of America, N.A.  
P.O. Box 25118  
Tampa, FL 33622-5118

## Your Full Analysis Business Checking

for October 1, 2019 to October 31, 2019

Account number: 4830 6599 1904

READING EAGLE COMPANY PURCHASE PRICE DEPOSITS

### Account summary

Beginning balance on October 1, 2019	\$2,517,983.95
Deposits and other credits	0.00
Withdrawals and other debits	-0.00
Checks	-0.00
Service fees	-0.00
<b>Ending balance on October 31, 2019</b>	<b>\$2,517,983.95</b>

# of deposits/credits: 0

# of withdrawals/debits: 0

# of days in cycle: 31

Average ledger balance: \$2,517,983.95

### CHECK REGISTER - OPERATING ACCOUNT



Reading Eagle Company

12/10/2019 1:48:42PM  
Check/Payment Register Report (BK3030)

----- Payment Summary By Bank -----		
Rec. Status	Number of Payments	Bank Payment Amount
Payment Type: Check		
CL	1	390,000.00
Total:	1	390,000.00
Payment Type: Cash		
CL	1	350.90
Total:	1	350.90
Total for Bank:	2	390,350.90

<b>Payment Number</b>	<b>Payment/ Reversal Date</b>	<b>Srce.</b>	<b>Rec.</b>	<b>Appl. Status</b>	<b>Posted</b>	<b>Vendor/Payee Code</b>	<b>Payee Name</b>	<b>Bank Payment Amount</b>
<b>Bank:</b>	BOA003 - Bank of America - Professional Fee Reserve Acct							
<b>Payment Type:</b>	Transfer							
TF0000000000000000000006	10/15/2019	BK	CL		Yes	BOA001	Transfer for S&L Payment	390,000.00
							<b>Total for Payment Type:</b>	390,000.00
<b>Payment Type:</b>	Other							
TR000000000000000000002743	10/15/2019	BK	CL		Yes		Wilkinson Barker Knauer - Wire Per S&L	35,865.00
							<b>Total for Payment Type:</b>	35,865.00
							<b>Total for Bank:</b>	425,865.00



Reading Eagle Company

12/10/2019 1:48:42PM  
Check/Payment Register Report (BK3030)

----- Payment Summary By Bank -----		
Rec. Status	Number of Payments	Bank Payment Amount
Payment Type: Transfer		
CL	1	390,000.00
Total:	1	390,000.00
Payment Type: Other		
CL	1	35,865.00
Total:	1	35,865.00
Total for Bank:	2	425,865.00

Reconciliation Status Legend:

NP: Not Posted

CO: Continuation

VD: Void

PR: Printed

RV: Reversed

OS: Outstanding

NN: Non-negotiable

CL: Cleared

AL: Alignment

CW: Cleared with Write-Off

CB: Cleared with Bank Error

N/A

**ATTACHMENT 4B**

**MONTHLY SUMMARY OF BANK ACTIVITY - PAYROLL ACCOUNT**

Name of Debtor: RE Liquidation Corp., et al, Case Number: 19-11728-JKF

Reporting Period beginning 10/1/2019 Period ending 10/31/2019

Attach a copy of current month bank statement and bank reconciliation to this Summary of Bank Activity.  
A standard bank reconciliation form can be found at [http://www.usdoj.gov/ust/r21/reg\\_info.htm](http://www.usdoj.gov/ust/r21/reg_info.htm).

NAME OF BANK: \_\_\_\_\_ BRANCH: \_\_\_\_\_

ACCOUNT NAME: \_\_\_\_\_ ACCOUNT NUMBER: \_\_\_\_\_

PURPOSE OF ACCOUNT: PAYROLL

Ending Balance per Bank Statement	\$ _____
Plus Total Amount of Outstanding Deposits	\$ _____
Minus Total Amount of Outstanding Checks and other debits	\$ _____ *
Minus Service Charges	\$ _____
Ending Balance per Check Register	\$ _____ **(a)

**\*Debit cards must not be issued on this account.**

**\*\*If Closing Balance is negative, provide explanation:** \_\_\_\_\_

The following disbursements were paid by Cash: ( ☐ Check here if cash disbursements were authorized by United States Trustee)

Date	Amount	Payee	Purpose	Reason for Cash Disbursement
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

The following non-payroll disbursements were made from this account:

Date	Amount	Payee	Purpose	Reason for disbursement from this account
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

(a)The total of this line on Attachment 4A, 4B and 4C plus the total of 4D must equal the amount reported as "Ending Balance" on Schedule of Receipts and Disbursements (Page MOR-2, Line 7).



**ATTACHMENT 4C**

**MONTHLY SUMMARY OF BANK ACTIVITY - TAX ACCOUNT**

Name of Debtor: RE Liquidation Corp., et al, Case Number: 19-11728-JKF

Reporting Period beginning 10/1/2019 Period ending 10/31/2019

Attach a copy of current month bank statement and bank reconciliation to this Summary of Bank Activity. A standard bank reconciliation form can be found on the United States Trustee website, <http://www.usdoj.gov/ust/r21/index.htm>.

NAME OF BANK: \_\_\_\_\_ BRANCH: \_\_\_\_\_

ACCOUNT NAME: \_\_\_\_\_ ACCOUNT NUMBER: \_\_\_\_\_

PURPOSE OF ACCOUNT: TAX

Ending Balance per Bank Statement	\$ _____
Plus Total Amount of Outstanding Deposits	\$ _____
Minus Total Amount of Outstanding Checks and other debits	\$ _____*
Minus Service Charges	\$ _____
Ending Balance per Check Register	\$ _____**(a)

**\*Debit cards must not be issued on this account.**

**\*\*If Closing Balance is negative, provide explanation:** \_\_\_\_\_  
 \_\_\_\_\_

The following disbursements were paid by Cash: ( ☐ Check here if cash disbursements were authorized by United States Trustee)

Date	Amount	Payee	Purpose	Reason for Cash Disbursement
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

The following non-tax disbursements were made from this account:

Date	Amount	Payee	Purpose	Reason for disbursement from this account
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

(a)The total of this line on Attachment 4A, 4B and 4C plus the total of 4D must equal the amount reported as "Ending Balance" on Schedule of Receipts and Disbursements (Page MOR-2, Line 7).

N/A

**ATTACHMENT 5C**

**CHECK REGISTER - TAX ACCOUNT**

Name of Debtor: RE Liquidation Corp., et al, Case Number: 19-11728-JKF

Reporting Period beginning 10/1/2019 Period ending 10/31/2019

NAME OF BANK: \_\_\_\_\_ BRANCH: \_\_\_\_\_

ACCOUNT NAME: \_\_\_\_\_ ACCOUNT # \_\_\_\_\_

PURPOSE OF ACCOUNT: TAX

Account for all disbursements, including voids, lost checks, stop payments, etc. In the alternative, a computer-generated check register can be attached to this report, provided all the information requested below is included.

<http://www.usdoj.gov/ust/>

CHECK		PAYEE	PURPOSE	AMOUNT
DATE	NUMBER			
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

TOTAL \_\_\_\_\_(d)

**SUMMARY OF TAXES PAID**

Payroll Taxes Paid \_\_\_\_\_(a)  
Sales & Use Taxes Paid \_\_\_\_\_(b)  
Other Taxes Paid \_\_\_\_\_(c)  
TOTAL \_\_\_\_\_(d)

- (a) This number is reported in the "Current Month" column of Schedule of Receipts and Disbursements (Page MOR-2, Line 5O).  
(b) This number is reported in the "Current Month" column of Schedule of Receipts and Disbursements (Page MOR-2, Line 5P).  
(c) This number is reported in the "Current Month" column of Schedule of Receipts and Disbursements (Page MOR-2, Line 5Q).  
(d) These two lines must be equal.

**ATTACHMENT 4D**

**INVESTMENT ACCOUNTS AND PETTY CASH REPORT**

**INVESTMENT ACCOUNTS**

Each savings and investment account, i.e. certificates of deposits, money market accounts, stocks and bonds, etc., should be listed separately. Attach copies of account statements.

Type of Negotiable

Instrument	Face Value	Purchase Price	Date of Purchase	Current Market Value
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

TOTAL

\_\_\_\_\_ (a)

**PETTY CASH REPORT**

The following Petty Cash Drawers/Accounts are maintained:

	(Column 2) Maximum Amount of Cash in Drawer/Acct.	(Column 3) Amount of Petty Cash On Hand (Column 2) and At End of Month	(Column 4) Difference between (Column 2) and (Column 3)
see schedule	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

TOTAL

\$ \_\_\_\_\_<sup>0</sup>(b)

**For any Petty Cash Disbursements over \$100 per transaction, attach copies of receipts. If there are no receipts, provide an explanation** \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**TOTAL INVESTMENT ACCOUNTS AND PETTY CASH(a + b) \$ \_\_\_\_\_<sup>0</sup>(c)**

(c)The total of this line on Attachment 4A, 4B and 4C plus the total of 4D must equal the amount reported as "Ending Balance" on Schedule of Receipts and Disbursements (Page MOR-2, Line 7).

**ATTACHMENT 6**

**MONTHLY TAX REPORT**

Name of Debtor: RE Liquidation Corp., et al, Case Number: 19-11728-REF (Jointly Administered)  
Reporting Period beginning 10/1/2019 Period ending 10/31/2019

**TAXES OWED AND DUE**

Report all unpaid post-petition taxes including Federal and State withholding FICA, State sales tax, property tax, unemployment tax, State workmen's compensation, etc.

<b>Name of Taxing Authority</b>	<b>Date Payment Due</b>	<b>Description</b>	<b>Amount</b>	<b>Date Last Tax Return Filed</b>	<b>Tax Return Period</b>
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
TOTAL			<u>\$</u> _____		

**ATTACHMENT 7**

**SUMMARY OF OFFICER OR OWNER COMPENSATION**

**SUMMARY OF PERSONNEL AND INSURANCE COVERAGES**

Name of Debtor: RE Liquidation Corp., et al, Case Number: 19-11728-REF (Jointly Administered)

Reporting Period beginning 10/1/2019 Period ending 10/31/2019

Report all forms of compensation received by or paid on behalf of the Officer or Owner during the month. Include car allowances, payments to retirement plans, loan repayments, payments of Officer/Owner's personal expenses, insurance premium payments, etc. Do not include reimbursement for business expenses Officer or Owner incurred and for which detailed receipts are maintained in the accounting records.

<u>Name of Officer or Owner</u>	<u>Title</u>	<u>Payment Description</u>	<u>Amount Paid</u>
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

**PERSONNEL REPORT**

	<u>Full Time</u>	<u>Part Time</u>
Number of employees at beginning of period	<u>0</u>	<u>0</u>
Number hired during the period	<u>0</u>	<u>0</u>
Number terminated or resigned during period	<u>0</u>	<u>0</u>
Number of employees on payroll at end of period	<u>0</u>	<u>0</u>

**CONFIRMATION OF INSURANCE**

List all policies of insurance in effect, including but not limited to workers' compensation, liability, fire, theft, comprehensive, vehicle, health and life. For the first report, attach a copy of the declaration sheet for each type of insurance. For subsequent reports, attach a certificate of insurance for any policy in which a change occurs during the month (new carrier, increased policy limits, renewal, etc.).

<u>Agent and/or Carrier</u>	<u>Phone Number</u>	<u>Policy Number</u>	<u>Coverage Type</u>	<u>Expiration Date</u>	<u>Date Premium Due</u>
<u>see attached</u>	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____

**The following lapse in insurance coverage occurred this month:**

<u>Policy Type</u>	<u>Date Lapsed</u>	<u>Date Reinstated</u>	<u>Reason for Lapse</u>
_____	_____	_____	_____
_____	_____	_____	_____

☐ Check here if U. S. Trustee has been listed as Certificate Holder for all insurance policies.



## ATTACHMENT 8

## **SIGNIFICANT DEVELOPMENTS DURING REPORTING PERIOD**

Information to be provided on this page, includes, but is not limited to: (1) financial transactions that are not reported on this report, such as the sale of real estate (***attach closing statement***); (2) non-financial transactions, such as the substitution of assets or collateral; (3) modifications to loan agreements; (4) change in senior management, etc. Attach any relevant documents.

This image shows a blank sheet of white paper with horizontal ruling lines. The lines are evenly spaced and run across the width of the page. There are no margins, text, or other markings on the paper.

We anticipate filing a Plan of Reorganization and Disclosure Statement on or before \_\_\_\_\_.